DEPARTMENT OF THE ARMY

REPLY TO ATTENTION OF:
CELD-MS (700)

U.S. Army Corps of Engineers WASHINGTON, D.C. 20314-1000

2 0 OCT 1998

MEMORANDUM FOR SEE DISTRIBUTION

SUBJECT: Management of Material and Repair Parts

- 1. On 17 Jun 98, I directed implementation of a plan to gain control and accountability over our inventory assets and more effectively manage them.
- 2. In two memoranda (27 Jul and 10 Sep 98), MG Genetti solicited your comments and concerns on this effort. These have now been incorporated into the implementation plan.
- 3. Phase One implementation will occur during FY 99. During this phase, inventory items with a unit value equal to or greater than \$10,000 will be recorded in the Inventory Module of CEFMS. Also included will be mission critical items (determined by the local commander), long lead-time items (acquisition lead-time greater that 120 days), and items necessary to meet safety, legal, and environmental requirements. Commanders have the option to maintain additional items when economical and necessary.
- 4. Commanders will personally approve stockage lists and levels. Stocks will be held to the minimum. The basic rule is that if an item can be obtained in time to prevent mission failure, it should not be stocked. Only items that must be on hand to ensure mission success should be approved.
- 5. During Phase Two, after FY 99, an evaluation will be made to determine if additional items need to be stocked and placed in the CEFMS Inventory Module.
- 6. I expect each of you to take an active part in implementing this plan and providing the necessary resources to support the implementation effort. The Director of Logistics by separate memorandum is forwarding the approved implementation plan and training requirements.

7. Point of contact is Ray Urena, (202) 761-1618; or Jeff Davis, (202) 761-1620.

Encl

as

Lieutenant General, USA

Commanding

CELD-MS

SUBJECT: Management of Material and Repair Parts

DISTRIBUTION:

COMMANDER,

- U.S. ARMY ENGINEER DIVISION, MISSISSIPPI VALLEY
- U.S. ARMY ENGINEER DIVISION, NORTHWESTERN
- U.S. ARMY ENGINEER DIVISION, NORTH ATLANTIC
- U.S. ARMY ENGINEER DIVISION, GREAT LAKES AND OHIO RIVER
- U.S. ARMY ENGINEER DIVISION, PACIFIC OCEAN
- U.S. ARMY ENGINEER DIVISION, SOUTH ATLANTIC
- U.S. ARMY ENGINEER DIVISION, SOUTH PACIFIC
- U.S. ARMY ENGINEER DIVISION, SOUTHWESTERN
- U.S. ARMY ENGINEER AND SUPPORT CENTER, HUNTSVILLE
- U.S. ARMY TRANSATLANTIC PROGRAMS CENTER

DIRECTOR,

- U.S. ARMY TOPOGRAPHIC ENGINEERING CENTER
- U.S. ARMY COLD REGIONS RESEARCHA ND ENGINEERING LABORATORY
- U.S. ARMY CONSTRUCTION ENGINEERING RESEARCH LABORATORY
- U.S. ARMY WATERWAYS EXPERIMENT STATION
- U.S. ARMY CENTER FOR PUBLIC WORKS
- U.S. ARMY HUMPHREYS ENGINEER CENTER SUPPORT ACTIVITY

CF:

CECW-ZA

CEMP-ZA

CERM-ZA

CECC-ZA

CEPR-ZA

CEIM-ZA

CELD-ZA

CEAO-ZA

CEIG